TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 558 - HB 1173

April 3, 2009

SUMMARY OF BILL: Places a cap on the liability of local governments for any overruns in the cost of bridge replacement projects under the federal Bridge Off-System Program (BRZ) and other similar programs unless such overrun is the result of an action of the political subdivision.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures - Exceeds \$2,500,000/Highway Fund

Decrease Local Expenditures - Exceeds \$2,500,000

Assumption:

• Based upon an analysis of 30 BRZ projects conducted by the Department of Transportation, the increase in state expenditures and corresponding decrease in local expenditures resulting from placing a cap on the local share of funding for such projects is estimated to exceed \$2,500,000.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

James W. White, Executive Director

/cce